COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF CUMBERLAND VALLEY)
RURAL ELECTRIC COOPERATIVE)
CORPORATION'S REVISION TO ITS)
ELECTRIC POWER TARIFF)

CASE NO. 89-312

O R D E R

Before the Commission is the application of Cumberland Valley Rural Electric Cooperative Corporation ("Cumberland Valley") for approval of a revision to its electric power tariff. The application was filed as a result of a proposed decrease in power costs from Cumberland Valley's wholesale power supplier, East Kentucky Power Cooperative, Inc. ("EKPC"). The rates proposed by Cumberland Valley are intended to flow-through to its customers the scheduled power cost reduction from EKPC. Cumberland Valley's revised tariff was to have become effective December 1, 1989 but was suspended for a period of 5 months.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. EKPC, Cumberland Valley's wholesale power supplier, has been authorized to reduce its rates for wholesale electric power.

Case No. 89-311, The Notice of East Kentucky Power Cooperative, Inc. of a Revision to Its Wholesale Power Tariff.

- 2. Cumberland Valley should be authorized to reduce its rates in order to effect a flow-through of the wholesale power cost reduction from EKPC.
- 3. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and will accomplish a flow-through of the power cost reduction from EKPC.

IT IS THEREFORE ORDERED that:

- 1. The rates and charges in Appendix A are approved for service rendered by Cumberland Valley on and after January 1, 1990.
- 2. Within 30 days from the date of this Order, Cumberland Valley shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 4th day of January, 1990.

6. E. 1
Chairman
Kobert Nami
Vice Chairman
Commissioner

PUBLIC SERVICE COMMISSION

ATTEST:

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 89-312 DATED 1/04/90

The following rates and charges are prescribed for the customers in the area served by Cumberland Valley Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE I FARM, HOME, SCHOOLS AND CHURCHES

Rates:

First 500 KWH \$.06325 Per KWH
Over 500 KWH .05326 Per KWH
Marketing Rate .03167 Per KWH

SCHEDULE II
SMALL COMMERCIAL AND SMALL POWER

Rates:

Energy Charge:

First 3,000 KWH \$.07836 Per KWH
Over 3,000 KWH .05958 Per KWH

SCHEDULE III
ALL ELECTRIC SCHOOL (A.E.S.)

Rates:

All KWH

\$.05796 Per KWH

SCHEDULE IV LARGE POWER RATE - INDUSTRIAL

Rates:

Energy Charge: All KWH

1 KWH \$.03308 Per KWH

SCHEDULE IV-A LARGE POWER RATE - 50 KW to 2,500 KW

Rates:

Energy Charge:

All KWH

\$.04196 Per KWH

SCHEDULE VI OUTDOOR LIGHTING - SECURITY LIGHTS

Rates:

Mercury Vapor Lamps

1) 175 Watt

\$5.88 Per Lamp Per Month

2) 400 Watt

8.22 Per Lamp Per Month